

LABOR SERVICES DIVISION[875]

Adopted and Filed

Pursuant to the authority of Iowa Code section 90A.7, the Labor Commissioner hereby amends Chapter 177, “Mixed Martial Arts,” Iowa Administrative Code.

The amendment defines the term “complimentary tickets” as tickets given away or sold for less than 50 percent of the minimum price available to the general public.

The principal reasons for adoption of this amendment are to implement legislative intent and to prevent circumvention of state sales tax and the tax assessed on mixed martial arts events pursuant to Iowa Code section 90A.9.

No variance procedures are included in this amendment because variance provisions are set forth in 875—Chapter 1.

Notice of Intended Action was published in the November 17, 2010, Iowa Administrative Bulletin as **ARC 9233B**. One member of the public commented that the proposal would not effectively prevent circumvention of taxes. The adopted amendment differs from the proposed amendment to correspond with the commenter’s suggestion.

This amendment is intended to implement Iowa Code chapter 90A as amended by 2010 Iowa Acts, Senate File 2286.

This amendment shall become effective on February 16, 2011.

The following amendment is adopted.

Adopt the following **new** definition of “Complimentary tickets” in rule **875—177.1(90A)**:

“*Complimentary tickets*,” as used in Iowa Code section 90A.9, means tickets that are sold for less than 50 percent of the minimum price available to the general public and tickets for which no fee is charged.

[Filed 12/22/10, effective 2/16/11]

[Published 1/12/11]

EDITOR’S NOTE: For replacement pages for IAC, see IAC Supplement 1/12/11.